Preliminary Workshop Program

(as of 3/13/03)

Innovative Energy Systems Workshop¹

March 19 - 20, 2003

Pagoda Hotel 1525 Rycroft Street, Honolulu, HI 96814

Day 1 - Wednesday, March 19, 2003 - Morning

District Cooling and Deep Water Air Conditioning

| Registration | 8:00 – 8:30 am |
|---|------------------|
| Welcome and Opening Comments | 8:30 – 8:40 am |
| Dr. David Rezachek, P.E., Alternate Energy Specialist, State of Hawaii – DBEDT - ERTD | |
| <u>District Cooling Systems – An Overview</u> | 8:40 – 9:15 am |
| Mr. Jack Kattner, Chief Executive Officer FVB Energy, Inc. | |
| Project Financing for District Energy Systems | 9:15 – 9:50 am |
| Mr. Scott Blumeyer, President, Norventus Group LLC | |
| Morning Coffee Break | 9:50 – 10:05 am |
| Seawater Air Conditioning (SWAC), Cold Water Pipe Design, and a Brief Overview of Toronto Lake Source Cooling Project | 10:05 – 10:40 am |
| Dr. Joe Van Ryzin, P.E., President, Makai Ocean Engineering | |
| Cornell Lake Source Cooling Project | 10:40 – 11:15 am |

Mr. W. S. (Lanny) Joyce, P.E., Manager of Engineering, Planning and Energy Management and Project Manager, Lake Source Cooling Project, Department of Utilities and Energy Management, Cornell University

¹ Sponsored by the State of Hawaii – Department of Business, Economic Development, and Tourism under a State Energy Program (SEP) grant provided by the U.S. Department of Energy.

<u>Panel 1</u> (Kattner, Blumeyer, Van Ryzin, Joyce, Rydaker²) / Q&A (Moderator – Andrepont) Focus on identifying and describing barriers to implementation in Hawaii)

11:15 - 12:15 pm

<u>Lunch – Videos of Construction of Cornell Project</u>

12:15 - 1:20 pm

Day 1 - Wednesday, March 19, 2003 - Afternoon

District Cooling, SWAC, and SWAC/TES Hybrids for Hawaii

| Basics of Plate Heat Exchangers | 1:20 – 1:35 pm |
|--|----------------|
| Ms. Elizabeth Wheeler, Sr. Application Engineer Invensys APV | |
| Downtown Honolulu Ice Storage/District Cooling Project | 1:35 – 2:10 pm |
| Mr. Jack Kattner, Chief Executive Officer FVB Energy, Inc. | |
| Results of the Hawaii SWAC Feasibility Analysis | 2:10 – 2:40 pm |
| Dr. David Rezachek, P.E., Alternate Energy Specialist, State of Hawaii – DBEDT - ERTD | |
| Afternoon Refreshments | 2:40 – 2:55 pm |
| Preliminary Results of the SWAC/TES Project | 2:55 – 3:30 pm |
| Mr. John Andrepont, President, The Cool Solutions Company | |
| Panel 2 (Wheeler, Rezachek, Kattner, Andrepont) / Q&A (Moderator – Van Ryzin) Focus on barriers and how best to overcome them) | 3:30 – 4:30 pm |

End of Day 1

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² Mr. Anders Rydaker, President, District Energy St. Paul, and its affiliate, District Cooling St. Paul and Chief Manager of Market Street Energy Company.

Day 2 - Thursday, March 20, 2003 - Morning

Waste Heat, the Kalina Cycle, and Kalina Cycle Applications in Hawaii

| Registration | 8:00 – 8:30 am |
|--|--------------------|
| Welcome and Opening Comments | 8:30 – 8:40 am |
| Dr. David Rezachek, P.E., Alternate Energy Specialist, State of Hawaii – DBEDT - ERTD | |
| The Kalina Cycle – Description and Applications | 8:40 – 9:25 am |
| Mr. Yakov Lerner, Vice President of Engineering and Projects Recurrent Resources LLC | |
| Preliminary Results of Hawaii Kalina Cycle Feasibility Analysis | 9:25 – 10:10 am |
| Dr. Stephen K. Oney, Vice President OCEES International, Inc. | |
| Morning Coffee Break | 10:10 – 10:25 am |
| On-Going Kalina Cycle Developments | 10:25 – 11:10 am |
| Dr. Hans Jurgen Krock, P.E., President OCEES International, Inc. | |
| Panel 3 (Lerner, Oney, Krock) / Q&A (Moderator – Rezachek) | 11:10 – 12:00 noon |
| <u>Lunch – Video "District Energy is the Link"</u> | 12:00 – 1:15 pm |

Day 2 - Thursday, March 20, 2003 - Afternoon

Financing, Ownership, Marketing, and Development of Innovative Energy Systems in Hawaii

| Hawaii Tax Incentives for High Technology Business Incentives – Act 221 | 1:15 – 1:30 pm | |
|---|----------------|--|
| Mr. Martin Kao PricewaterhouseCoopers LLP | | |
| Panel 4 (To Be Determined) / Financing, Ownership, and Marketing | 1:15 – 2:30 pm | |
| Afternoon Refreshments | 2:30 – 2:45 pm | |
| Panel 5 (Day 1 + Day 2 Speakers) / Wrap-up and Next Steps | 2:45 – 4:00 pm | |

End of Workshop

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Day 3 – Friday, March 21, 2003 (1:00 to 4:00 pm)

Tour of the Natural Energy Laboratory of Hawaii, Keahole, Hawaii

The Natural Energy Laboratory of Hawaii Authority (NELHA) is located on 870 acres at Keahole Point, on the Big Island of Hawaii. This unique ocean science and technology park provides the resources, support and facilities for many innovative ocean-related businesses. Cold deep seawater pumped up from 2,000 feet deep off Keahole Point is utilized to produce energy, desalinate seawater, grow lobsters and fish, produce algae and shellfish, grow cold climate fruit and vegetables in the tropics and much more.

Tour will include the SWAC system and the 40-inch and 55-inch seawater supply systems. Other points of interest may be added depending on the interests of the group.

If you are interested in this tour, please register as soon as possible so that we can provide them with a number. You will have to make (and pay for) your own travel arrangements. You should make these arrangements as soon as possible.

Workshop Overview

This two-day workshop will present the final results of the recently completed "Sea Water Air Conditioning Feasibility Analysis" project. Preliminary results from two other projects will also be presented and discussed ("Integration of Energy Storage with Seawater Air Conditioning [SWAC] Systems" and "Application of the Kalina Cycle to Waste Heat Recovery in Hawaii.")

The workshop will cover district cooling systems, SWAC, thermal energy storage systems, applications of the Kalina cycle, and waste heat recovery. Selected invited speakers will present information on each of these topics. This workshop will attempt to bring together mainland and international experts in energy storage systems, district cooling systems, and waste heat recovery with local experts in sea water air conditioning (SWAC) systems, in order to help commercialize such systems in Hawaii.

District Cooling provides chilled water from a cooling plant through a network of pipes to multiple residential, industrial and commercial buildings for air conditioning use. SWAC uses an abundant renewable energy resource, cold, deep seawater from depths of more than 1,600 feet, and a heat exchanger, to cool the chilled water used in a district cooling system. Thermal Energy Storage technology can be used to significantly reduce energy costs by allowing energy-intensive, electrically-driven cooling equipment to be predominantly operated during off-peak hours when electricity rates are lower.

The best system for Hawaii (and possibly other areas where the technology might be marketed) might be a hybrid SWAC/Thermal Energy Storage system. This would allow the SWAC system to supply a much larger base load cooling demand (for a given pipe size and cost), and for the energy storage system to supply the peak demand. A smaller energy storage system would also be able to provide peaking capabilities for a much larger district cooling system. Utility demand during peak demand periods would be reduced significantly. Energy savings in excess of 80% are possible. Cost savings of 18 to 58% are also possible.

The Kalina cycle is a thermal-to-mechanical energy conversion process that is able to convert relatively low temperature waste heat into useful mechanical energy at better efficiencies than other types of heat engines. The Kalina cycle engine is at least 10 percent more efficient than the other heat engines, is simple in design, and can use readily available, off-the-shelf components. Applications of the Kalina cycle include ocean thermal energy conversion (OTEC) and as a bottoming cycle for fossil fueled and geothermal power plans and combined heat and power (CHP) generation systems.

Applications of these innovative energy systems have the potential to supply more than half of the State of Hawaii's renewable energy goals and to allow a much more efficient use of current energy supplies.

Innovative Energy Systems Workshop Registration Form

March 19 - 20, 2003

Pagoda Hotel 1525 Rycroft Street, Honolulu, HI 96814

| Name: | | | | |
|---|--------|--------------|--|--|
| Title: | | | | |
| Organization: | | | | |
| Address: | | | | |
| City: | | State: | | |
| Zip: | Email: | | | |
| Telephone: | | Fax: | | |
| Registration F Wednesday, March 19, 200 Thursday, March 20, 2003, Both Days | | , 2003, Only | | |
| Total Registration Fees Enclosed \$ | | | | |
| Are you interested in an optional tour of NELHA on Friday, March 21, 2003? Yes \Box No \Box | | | | |
| Complete and mail with payment to: ³ | | | | |
| Innovative Energy Systems Workshop c/o DBEDT – ERTD – Energy Branch P.O. Box 2359 Honolulu, HI 96804 | | | | |

³ Please mail this form with your payment to the above address before March 14, 2003. If registering after March 14, 2003, please fax this form to (808) 587-3820 (no cover necessary) and expect to pay your registration fee upon arrival at the workshop. Please do not fax this form unless you are registering after March 14th. Please make checks payable to "State of Hawaii." We cannot accept credit cards. For additional information about this workshop, please call Dr. David Rezachek at (808) 587-3814, or email him at: drezache@dbedt.hawaii.gov